







# California Air Resources Board California Renewable Electricity Standard

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Energy Action Plan Meeting December 15, 2009









#### **Executive Order S-21-09**

- Adopt regulation for 33% renewable energy target
- Use AB 32 authority
- Build upon existing RPS program
- Regulate all California load serving entities
- Priority for resources that provide the greatest environmental benefit... developed quickly and support reliable, efficient, and cost-effective system operation... through the Western Interconnection









# **Regulation Development Schedule**

- December 2009 Draft regulatory language and preliminary technical analysis
- January 2010 Draft economic & environmental analyses, and operational reliability modeling
- February 2010 Revised regulatory language and staff report
- March 2010 Peer review of draft proposal
- June 7, 2010 Proposed regulation and staff report
- **July 22-23**, **2010** ARB Board Hearing









### October 30, 2009 Workshop

- Described Purpose & Authority for RES Regulation
- Outlined RES Rulemaking Schedule & Procedures
- Introduced RES Regulatory Concept Outline









# December 14, 2009 Workshop

- Load Forecast Revisions
- CPUC's 33% Implementation Analysis Update
- Renewables Integration Modeling Project
- Draft Approaches to RES Analyses Presented
  - Economic
  - Environmental
  - Technical Feasibility









#### **RES Applicability**

- Applies to electrical corporations, electricity service providers, community choice aggregators, electrical cooperatives, & local publicly owned electric utilities
- Effective January 1, 2012, and operate independently of California's RPS program
- Build upon and complement existing RPS program









#### **Eligible Resources**

- Incremental hydroelectric generation from efficiency improvements
- Fuel cells using renewable fuels
- Conduit hydroelectricity
- Municipal solid waste
- Small hydroelectric
- Solar photovoltaic
- Ocean thermal

- Solar thermal
- > Tidal current
- Digester gas
- Ocean wave
- Geothermal
- Landfill gas
- Biodiesel
- Biomass
- Wind

Staff may evaluate other technologies and current limitations on RPS eligible resources

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#### **RES Compliance Approach**

- Based on verification of load served
- Basic measurement unit is MWh of electricity
- Potential MWh conversion to a GHG metric
- May create RES "compliance credits" based on "RECs"
- Credits may be traded or used for future compliance
- Annual or periodic compliance targets









#### **Monitoring & Verification Issues**

- Regulated Parties
- Agency Administration
- RES Implementation Guidelines
- Potential Roles









#### **Compliance & Enforcement**

- Compliance Requirements
- Compliance Determinations
- Enforcement Approach
- Penalties for Non-Compliance
- RES Procurement Planning
- Periodic Review









#### **Public Outreach Efforts**

Public workshops will be held every 6-8 weeks

- ARB holding meetings with stakeholders
- All interested parties are invited to comment
- Written comments will be posted on-line









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